UNITED STATES OF AMERICA FEDERAL ENERGY REGULATORY COMMISSION

Before Commissioners: Curt Hébert, Jr., Chairman;

William L. Massey, Linda Breathitt, Pat Wood III, and Nora Mead Brownell.

San Diego Gas & Electric Company, Complainant,

v. Docket No. EL00-95-031

Sellers of Energy and Ancillary Service Into Markets Operated by the California Independent System Operator Corporation and the California Power Exchange, Respondents.

Investigation of Practices of the California Docket Nos. EL00-98-030 Independent System Operator and the California EL00-98-033 Power Exchange

California Independent System Operator Docket Nos. RT01-85-000 Corporation RT01-85-001

Investigation of Wholesale Rates of Public UtilityDocket Nos. EL01-68-000 Sellers of Energy and Ancillary Services in the EL01-68-001 Western Systems Coordinating Council

ORDER CLARIFYING SETTLEMENT CONFERENCE PROCEDURES

(Issued June 22, 2001)

On June 19, 2001, the Commission issued an order which, among other things, ordered settlement discussions and directed all parties in the <u>San Diego Gas & Electric Company</u> complaint

proceeding and the State of California to participate in good faith in the discussions. ¹ The settlement discussions are to commence on June 25, 2001. ²

The Commission clarifies that the parties to the settlement proceeding (i.e., all parties to the <u>SDG&E</u> complaint proceeding in Docket No. EL00-95) are not limited to settling only California-related matters, but may also focus on settling past accounts related to sales in the Pacific Northwest.³

The Chief ALJ is given broad discretion to structure the sequence of the numerous outstanding issues as he deems appropriate.

The Commission orders:

The June 19 Order is hereby clarified, as discussed in the body of this order.

By the Commission.

(SEAL)

David P. Boergers, Secretary.

¹<u>See</u> San Diego Gas & Electric Co., <u>et al</u>., 95 FERC ¶ 61,418 at ______, <u>slip</u>. <u>op</u>. at 9 (June 19 Order).

²See Order of Chief Administrative Law Judge Scheduling Settlement Conference, issued June 20, 2001.

³The Commission intends to take up rehearing requests on its December 15, 2000 order in Docket No. EL01-10-000, Puget Sound Energy Inc. v. All Jurisdictional Sellers of Energy, <u>et al.</u> in an expeditious time frame.